Subsidy for modernisation of processing sector in textile industries

918. SHRI S.P.M. SYED KHAN: Will the Minister of TEXTILES be pleased to state:

(a) whether Government propose to provide 10 per cent subsidy for investment on modernization of processing sector in textile industry;

(b) if so, the details thereof;

(c) whether Government also propose to set up clusters in the weaving and processing sectors; and

(d) if so, the proposed locations for setting up of the clusters and the cost implications of this project?

THE MINISTER OF TEXTILES (SHRI SHANKERSINH VAGHELA): (a) and (b) Yes, Sir. The finance Minister, in his budget speech 2005-06, has announced introduction of a 10% Capital Subsidy Scheme for benchmarked processing machinery under the Technology Up-gradation Fund Scheme, in addition to the existing 5% interest reimbursement.

(c) Yes, Sir.

(d) In the first phase the following five high-tech weaving park projects have been sanctioned by the Government in the month of January 2005:—

S. No.	Name of the Parks	Location of the Parks	Project Cost (Rs. in lakh)
1.	Rabkavi Hi-tech Weaving Park	Jamakhandi Taluk, Bagalkot District, Karnataka.	236.26
2.	Vaigai Hi-tech Weaving Park	Aundipatti, Theni District, Tamilnadu.	1731.00
3.	Palladam Hi-tech Weaving Park	Palladam, Tamilnadu	1643.61
4.	Cauvery Hi-tech Weaving Park	Komarapalayam, Tamilnadu	1412.09
5.	Hyderabad Hi-tech Textile Park	Kothur, Mahaboobnagar, Andhra Pradesh	2818.16